Second Regular Session Seventieth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 16-0631.01 Bob Lackner x4350

HOUSE BILL 16-1334

HOUSE SPONSORSHIP

Winter,

SENATE SPONSORSHIP

Hodge,

House Committees

Senate Committees

Local Government

A BILL FOR AN ACT

101	CONCERNING THE ABILITY OF COUNTY GOVERNMENTS TO PROMOTE
102	INCLUSIONARY ZONING PROGRAMS IN THE UNINCORPORATEI
103	AREAS OF A COUNTY.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill authorizes the board of county commissioners of any county, by duly enacted ordinances, resolutions, or other forms of binding law, to establish and create a program that implements inclusionary zoning within an unincorporated area of the county. The bill defines "inclusionary zoning program" to mean a program adopted by a county

government that encourages or requires a given share of the housing units in a proposed development to be priced in a way that is affordable for low- and moderate-income households.

Nothing in the bill is intended to challenge or to affect the legal status of any such program implemented and in effect prior to the effective date of the bill.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add 30-28-111.5 as 3 follows: 4 30-28-111.5. Inclusionary zoning - unincorporated areas -5 **legislative declaration - definition.** (1) THE GENERAL ASSEMBLY FINDS, 6 DETERMINES, AND DECLARES THAT: 7 (a) AMONG THE BIGGEST CHALLENGES FACING THE STATE IS THE 8 NEED FOR AFFORDABLE HOUSING IN ALL OF THE STATE'S GEOGRAPHIC 9 REGIONS. AMONG OTHER EFFECTS, THE IMMENSE DEMAND FOR 10 AFFORDABLE HOUSING IS A HUGE IMPEDIMENT TO ECONOMIC GROWTH AND 11 OPPORTUNITY WITHIN THE STATE AND THE ABILITY OF THE STATE TO 12 PROVIDE A HIGH QUALITY OF LIFE FOR ALL ITS RESIDENTS AND TO 13 DEVELOP, ATTRACT, AND MAINTAIN A HIGH-QUALITY WORKFORCE. 14 (b) ACROSS THE NATION, HUNDREDS OF COMMUNITIES, INCLUDING 15 SOME OF THE LARGEST MUNICIPALITIES IN THE STATE, HAVE ADOPTED 16 PROGRAMS THAT PERMIT INCLUSIONARY ZONING AS AN IMPORTANT AND 17 USEFUL MEANS AMONG OTHER STRATEGIES FOR EXPANDING THE SUPPLY 18 OF AFFORDABLE HOUSING. THESE PROGRAMS HAVE BEEN CREATED TO 19 PROMOTE THE GOALS OF CREATING DIVERSITY IN INCOME LEVELS AMONG 20 RESIDENTS IN A NEIGHBORHOOD, STIMULATING THE EQUITABLE GROWTH 21 OF NEW RESIDENTS IN A GIVEN COMMUNITY, PRODUCING AFFORDABLE 22 HOUSING FOR A DIVERSE LABOR FORCE, AND INCREASING HOME

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OWNERSHIP OPPORTUNITIES FOR PERSONS IN LOW- AND MODERATE-INCOME HOUSEHOLDS. SUCH PROGRAMS HAVE BEEN ADMINISTERED FOR MANY YEARS WITHOUT LEGAL CHALLENGE.

- ASSEMBLY INTENDS TO GIVE COUNTY GOVERNMENTS THE FULLEST DEGREE OF LEGAL AUTHORIZATION POSSIBLE TO CREATE AND ADMINISTER INCLUSIONARY ZONING PROGRAMS WITHIN THE UNINCORPORATED AREAS OF THEIR COUNTIES AND TO GIVE COUNTY GOVERNMENTS THE SAME POWERS TO ENACT SUCH PROGRAMS AS HAVE BEEN ENJOYED BY MUNICIPAL GOVERNMENTS FOR MANY YEARS WITHIN THEIR TERRITORIAL BOUNDARIES. IN SO DOING, COUNTY GOVERNMENTS WILL CONTINUE TO EMPLOY A MEANINGFUL TOOL TO EXPAND THE SUPPLY OF AFFORDABLE HOUSING WITHIN THE TERRITORIAL BOUNDARIES OF THEIR COUNTIES.
- (d) THE GENERAL ASSEMBLY FURTHER INTENDS THAT HOUSE BILL 16-1334, ENACTED IN 2016, BE CONSTRUED AS LIBERALLY AS POSSIBLE TO PROMOTE THE POLICY OBJECTIVES SPECIFIED IN THIS SUBSECTION (1).
- (2) AS USED IN THIS SECTION, "INCLUSIONARY ZONING PROGRAM" MEANS A PROGRAM ADOPTED BY A COUNTY GOVERNMENT THAT ENCOURAGES OR REQUIRES A GIVEN SHARE OF THE HOUSING UNITS IN A PROPOSED DEVELOPMENT TO BE PRICED IN A WAY THAT IS AFFORDABLE FOR LOW- AND MODERATE-INCOME HOUSEHOLDS. INCLUSIONARY ZONING PROGRAM COMPONENTS MAY INCLUDE, BUT ARE NOT LIMITED TO, REQUIRING A DEVELOPER TO SET ASIDE A SET PERCENTAGE OF UNITS WITHIN THE PROPOSED DEVELOPMENT THAT ARE PRICED AS AFFORDABLE FOR PERSONS IN LOW- AND MODERATE-INCOME HOUSEHOLDS, OFFERING THE DEVELOPER DIFFERENT FORMS OF INCENTIVES TO COMPENSATE THE DEVELOPER FOR PRICING CERTAIN HOUSING UNITS IN A WAY THAT

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1	PROMOTES AFFORDABLE HOUSING, TARGETING A PARTICULAR INCOME
2	RANGE AS THE BENEFICIARY OF SUCH PROGRAMS, AND SPECIFYING A TIME
3	PERIOD FOR WHICH AFFECTED HOUSING UNITS ARE REQUIRED TO STAY
4	AFFORDABLE.
5	(3) THE BOARD OF COUNTY COMMISSIONERS OF ANY COUNTY MAY,
6	BY DULY ENACTED ORDINANCES, RESOLUTIONS, OR OTHER FORMS OF
7	BINDING LAW, ESTABLISH AND CREATE INCLUSIONARY ZONING PROGRAMS
8	WITHIN ANY UNINCORPORATED AREA OF THE COUNTY. NOTHING IN THIS
9	SECTION IS INTENDED TO CHALLENGE OR TO AFFECT THE LEGAL STATUS OF
10	ANY SUCH PROGRAM IMPLEMENTED AND IN EFFECT PRIOR TO THE
11	EFFECTIVE DATE OF THIS SECTION.
12	SECTION 2. In Colorado Revised Statutes, 30-11-107, add (4)
13	as follows:
14	30-11-107. Powers of the board. (4) IN ACCORDANCE WITH
14 15	30-11-107. Powers of the board. (4) IN ACCORDANCE WITH SECTION 30-28-111.5, THE BOARD OF COUNTY COMMISSIONERS OF ANY
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- November 2016 and, in such case, will take effect on the date of the
- 2 official declaration of the vote thereon by the governor.

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